

# LYNCHBURG CITY COUNCIL

## Agenda Item Summary

MEETING DATE: **September 9, 2003**

AGENDA ITEM NO.: 11

CONSENT: **X**

REGULAR:

CLOSED SESSION:  
(Confidential)

ACTION: **X**

INFORMATION:

ITEM TITLE: **Central Virginia Community Services (CVCS) Request Re: Lease-purchase Arrangement**

RECOMMENDATION: Adopt a resolution to approve the request of Central Virginia Community Services to enter into a lease-purchase arrangement with Central Virginia Communications.

SUMMARY: CVCS proposes to borrow \$126,895 over a 5-year period to lease a telephone system expansion for the agency, which will represent a savings of approximately \$82,205 over the estimated cost of the current telephone system for the 5-year period, or a monthly savings of \$1,370. Virginia Code Section 37.1-197.11 requires the approval of each local jurisdiction in order for Central Virginia Community Services to enter into a lease-purchase arrangement with Central Virginia Communications to expand and upgrade the telephone system.

PRIOR ACTION(S): None

FISCAL IMPACT: None

CONTACT(S): Kimball Payne; Augustine J. Fagan, Executive Director (847-8050)

ATTACHMENT(S): Resolution; August 28, 2003 Letter

REVIEWED BY: lkp

## RESOLUTION

WHEREAS, Central Virginia Community Services wishes to expand and upgrade its current telephone system at a 5-year lease of \$126,895; and

WHEREAS, this amount will save Central Virginia Community Services approximately \$82,205 over the 5-year period; and

WHEREAS, the Executive Committee of Central Virginia Community Services, on August 27, 2003, approved entering into a lease with Central Virginia Communications and directed the Executive Director to contact each local jurisdiction to request approval to enter into a lease-purchase agreement with Central Virginia Communications; and

WHEREAS, this lease-purchase arrangement will save Central Virginia Community Services approximately \$82,205 over the \$209,100 cost of the current system over the same period;

NOW, THEREFORE, BE IT RESOLVED That, in accordance with the requirement of the Virginia Code, Section 37.1-197.11, the Lynchburg City Council approves the request of Central Virginia Community Services to enter into a lease-purchase arrangement with Central Virginia Communications to expand and upgrade the telephone system of Central Virginia Community Services at a 5-year lease of \$126,895.

Adopted:

Certified: \_\_\_\_\_  
Clerk of Council

147P

CENTRAL VIRGINIA  
**COMMUNITY  
SERVICES**  
*Behavioral Healthcare*

ADMINISTRATION

2241 LANGHORNE ROAD, LYNCHBURG, VA 24501  
434-847-8050 • TDD: 434-847-8062 • FAX: 434-847-6099

August 28, 2003

L. Kimball Payne, III  
City of Lynchburg  
P.O. Box 60  
Lynchburg, VA 24505

Dear Kim,

In accordance with the Code of Virginia, Section 37.1-197.11, Central Virginia Community Services requests that the Lynchburg City Council approve the attached resolution allowing Central Virginia Community Services to borrow \$126,895 over a 5-year period to lease a telephone system expansion for the agency. This amount represents a savings of approximately \$82,205 over the estimated cost of our current telephone system for the 5-year period, or a monthly savings of \$1370, and provides us with a significantly upgraded telephone system.

The attached resolution was approved by our Executive Committee on August 27, 2003 at a special called meeting. Our Board of Directors does not meet during the month of August but our bylaws allows the Executive Committee to act on behalf of the board between regular meetings.

Please contact me if you have any questions about this request.

Thank you.

Sincerely,



Augustine J. Fagan  
Executive Director

c: Joan Foster, Elected Representative, Lynchburg

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COUNCIL, LYNCHBURG  
OFFICE

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## Central Virginia Community Services

### RESOLUTION

Be it resolved that on behalf of the Board of Directors of Central Virginia Community Services, the Executive Committee recommends the approval of a lease to expand the telephone system of Central Virginia Community Services and, as required by the Virginia Code, directs the Executive Director to contact each local jurisdiction to request approval to enter into a lease-purchase agreement with Central Virginia Communications.

The cost of the new expansion will be \$126,895 over a 5-year period versus an estimated cost of \$209,100 for our current system through Verizon for the same 5-year period, thereby saving Central Virginia Community Services approximately \$82,205 or \$1370 per month.

Approved this 27<sup>th</sup> day of August, 2003.

  
Ida B. Powell, Chairman

  
Lula Bowyer, Vice Chairman

  
Russell Moore, Treasurer